

**LEGISLATIVE SERVICES AGENCY  
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**FISCAL IMPACT STATEMENT**

**LS 6325**

**BILL NUMBER:** SB 130

**NOTE PREPARED:** Dec 5, 2012

**BILL AMENDED:**

**SUBJECT:** Indiana Firearms Freedom Act.

**FIRST AUTHOR:** Sen. Kruse

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**  GENERAL  
 DEDICATED  
 FEDERAL

**IMPACT:** State

**Summary of Legislation:** The bill provides that a firearm, a firearm accessory, or ammunition that: (1) is manufactured commercially or privately in Indiana from basic materials; (2) can be manufactured without the inclusion of any significant parts imported from another state; and (3) remains within the borders of Indiana; is not subject to federal law or federal regulation, including registration, under the authority of the United States Congress to regulate interstate commerce.

**Effective Date:** July 1, 2013.

**Explanation of State Expenditures:** *Summary-* The bill could increase the workload of the Office of the Attorney General (AG), depending on federal government action. Action could include litigation requiring the AG to either defend the state or represent the state as plaintiff, to the extent this bill is considered by federal agencies as contrary to federal statutes and regulations.

**Background Information-** It is estimated that approximately 114 manufacturers of firearms (other than destructive devices) existed in Indiana during 2011. Thirty-seven of these manufactures were “special occupational tax” (SOT) taxpayers. SOT taxpayers include firms that produce more than only a few firearms or firearm accessories per year.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Office of the Attorney General.

**Local Agencies Affected:**

**Information Sources:** U.S. Bureau of Alcohol, Tobacco, Firearms and Explosives: *Firearms Commerce in the United States 2011 & Statistical Update 2012*.

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